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their conflicts are such that the grant of one application would effectively preclude by reason of harmful electrical interference, or other practical reason, the grant of one or more of the other applications. The Commission will presume "harmful electrical interference" to mean interference which would result in a material impairment to service rendered to the public despite full cooperation in good faith by all applicants or parties to achieve reasonable technical adjustments which would avoid electrical conflict.

- (b) Mutually exclusive applications filed on Form 175 for the initial provision of narrowband PCS service are subject to competitive bidding in accordance with the procedures in subpart F of this part and in 47 CFR part 1, subpart Q.
- (c) An application will be entitled to comparative consideration with one or more conflicting applications only if the Commission determines that such comparative consideration will serve the public interest.

§§ 24.432-24.444 [Reserved]

Subpart H—Competitive Bidding Procedures for Broadband PCS

Source: 59 FR 37604, July 22, 1994, unless otherwise noted.

§24.701 Broadband PCS subject to competitive bidding.

Mutually exclusive initial applications to provide broadband PCS service are subject to competitive bidding procedures. The general competitive bidding procedures found in 47 CFR part 1, subpart Q will apply unless otherwise provided in this part.

§ 24.702 Competitive bidding design for Broadband PCS licensing.

- (a) The Commission will employ the following competitive bidding designs when choosing from among mutually exclusive initial applications to provide broadband PCS service:
- Simultaneous multiple round auctions.
- (2) Sequential auctions.
- (b) The Commission may design and test alternative procedures. The Commission will announce by Public Notice

before each auction the competitive bidding design to be employed in a particular auction.

- (c) The Commission may use combinatorial bidding, which would allow bidders to submit all or nothing bids on combinations of licenses, in addition to bids on individual licenses. The Commission may require that to be declared the high bid, a combinatorial bid must exceed the sum of the individual bids by a specified amount or percentage. Combinatorial bidding may be used with any type of auction design.
- (d) The Commission may use single combined auctions, which combine bidding for two or more substitutable licenses and award licenses to the highest bidders until the available licenses are exhausted. This technique may be used in conjunction with any type of auction.

§24.703 [Reserved]

§ 24.704 Withdrawal, default and disqualification penalties.

See §1.2104 of this chapter.

[63 FR 50799, Sept. 23, 1998]

§24.705 [Reserved]

§ 24.706 Submission of upfront payments and down payments.

- (a) All auction participants are required to submit an upfront payment in accordance with §1.2106 of this chapter. Any C block applicant that has previously been in default on any Commission licenses or has previously been delinquent on any non-tax debt owed to any Federal agency must submit an upfront payment equal to 50 percent more than that set for each particular license.
- (b) Winning bidders in an auction must submit a down payment to the Commission in accordance with §1.2107(b) of this chapter and §§24.711(a)(2) and 24.716(a)(2).
- (c) Each eligible bidder for licenses on frequency Blocks D and E subject to auction shall pay an upfront payment of \$0.06 per MHz per pop for the maximum number of licenses (in terms of MHz-pops) on which it intends to bid